

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT

SINGLE AUDIT REPORT

FOR THE YEAR ENDED JUNE 30, 2025

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2025

TABLE OF CONTENTS

	<u>Page(s)</u>
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	1-3
Schedule of Expenditures of Federal Awards	4-5
Notes to Schedule of Expenditures of Federal Awards	6
Schedule of Findings and Questioned Costs	7-8
Status of Prior Year Findings and Questioned Costs	9



**GREGORY
TERRELL
& COMPANY**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE
UNIFORM GUIDANCE**

To the Board of Trustees of
Wayne County Community College District
Detroit, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Wayne County Community College District's (the "District") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in

accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance, and which is described in the accompanying schedule of findings and questioned costs as item 2025-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of Wayne County Community College District as of and for the year ended June 30, 2025, and have issued our report thereon dated November 12, 2025, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in cursive script that reads "Gregory Terrell & Company". The signature is written in dark ink and is positioned above a large, empty oval shape, which likely serves as a placeholder for a stamp or seal.

GREGORY TERRELL & COMPANY
Certified Public Accountants

March 18, 2026

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Assistance Listing Number</u>	<u>Grant Number</u>	<u>Grant Period</u>	<u>Grant Award</u>	<u>Expenditures</u>	<u>Total Provided to Subrecipients</u>
U.S. Department of Education						
Direct Assistance:						
Pell Grant	84.063	P063P243165	07/01/24 - 06/30/25	\$ 21,187,879.00	\$ 21,187,879	\$ -
Pell Grant	84.063	P063P233165	07/01/23 - 06/30/24	18,863,700	521,847	-
Pell Grant Administration	84.063	P063Q243165	07/01/24 - 06/30/25	22,470	22,470	-
Pell Grant Administration	84.063	P063Q233165	07/01/23 - 06/30/24	4,815	4,815	-
Pell Grant Administration	84.063	P063Q223165	07/01/22 - 06/30/23	165	165	-
Supplemental Ed Opportunity Grant	84.007	P007A232101	07/01/24 - 06/30/25	639,380	639,380	-
College Work Study	84.033	P033A242101	07/01/24 - 06/30/25	666,249	459,794	-
College Work Study	84.033	P033A232101	07/01/23 - 06/30/24	666,249	112,852	-
Federal Direct Student Loans Program	84.268	P268K253165	07/01/24 - 06/30/25	7,451,483	6,500,002	-
Federal Direct Student Loans Program	84.268	P268K243165	07/01/23 - 06/30/24	7,435,820	481,612	-
Total Student Financial Assistance Cluster					<u>\$ 29,930,816</u>	<u>\$ -</u>
U.S. Department of Education						
Direct Assistance:						
Student Support Services	84.042	P042A201551	09/01/24 - 08/31/25	462,472	\$ 236,990	\$ -
Student Support Services	84.042	P042A201551	09/01/23 - 08/31/24	462,472	37,166	-
Student Support Services	84.042	P042A201551	09/01/22 - 08/31/23	462,472	6,184	-
Student Support Services	84.042	P042A201551	09/01/21 - 08/31/22	462,472	24,723	-
Pipeline to Mobility Electric Vehicle	84.116Z	P116Z230076	06/01/23 - 05/31/26	330,000	24,000	-
Predominantly Black Institutions Grant	84.031P	P031P210012	10/01/24 - 09/30/25	1,079,621	432,753	-
Predominantly Black Institutions Grant	84.031P	P031P210012	10/01/23 - 09/30/24	1,006,461	100,105	-
Total Direct Assistance Non-Cluster					<u>\$ 861,921</u>	<u>\$ -</u>
U.S. Department of Education:						
Passed through State of Michigan,						
Program Improvement	84.048A	253510	07/01/24 - 06/30/25	1,277,255	1,277,255	\$ -
Local Administration P/S	84.048A	253250	07/01/24 - 06/30/25	9,200	9,200	-
Total Passed Through the State of Michigan					<u>\$ 1,286,455</u>	<u>\$ -</u>
Total U.S. Department of Education					<u>\$ 32,079,192</u>	<u>\$ -</u>

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025
(Continued)

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Assistance Listing</u>	<u>Grant Number</u>	<u>Grant Period</u>	<u>Grant Award</u>	<u>Expenditures</u>	<u>Total Provided to Subrecipients</u>
U.S. Department of Commerce						
Direct Assistance:						
Connecting Minority Communities Pilot Program	11.028	26-09-C13094	03/01/23 - 02/28/26	\$ 2,999,591	\$ 1,586,273	\$ -
U.S. Department of Labor						
Direct Assistance:						
Horizontal Infrastructure Training Center	17.289	24A60CP000195-01-00	01/01/24 - 12/31/26	\$ 1,129,000	\$ 172,235	\$ -
U.S. Department of Labor:						
Passed through Oakland Community College						
Closing the Skills Gap	17.268	HG-34346-20-60-A-26	07/01/21 - 02/28/25	155,000	\$ 17,000	\$ -
Total U.S. Department of Labor					\$ 189,235	\$ -
U.S. Department of Treasury						
Passed through State of Michigan,						
Academic Catch-Up Program	21.027	SLFRP0127	04/05/23 - 10/31/24	\$ 244,463	\$ 16,028	\$ -
AND to BSN Completion Grant	21.027	SLFRP0127	04/01/24 - 09/30/26	2,000,000	1,007,775	-
Reconnect Age Expansion Grant	21.027	SLFRP0127	10/01/23 - 09/30/25	1,263,149	315,395	-
Total U.S. Department of Treasury					\$ 1,339,198	\$ -
U.S. Department of Health and Human Services:						
Passed through County of Wayne Michigan,						
Wayne County Health Catalysts for COVID CARE	93.137	CPIMP211273	07/01/21 - 06/30/24	\$ 391,900	\$ 1,210	\$ -
Total Expenditures of Federal Awards					\$ 35,195,108	\$ -

The accompanying notes are an integral part of this schedule.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2025

(1) **SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of federal financial awards programs of Wayne County Community College District (the "District") and is presented on the same basis of accounting as the basic financial statements. Federal awards received directly from federal agencies as well as federal awards passed through other agencies are included in the schedule. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the presentation of, the basic financial statements.

(2) **BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting.

(3) **MAJOR PROGRAMS**

Major programs were determined in accordance with the Uniform Guidance.

(4) **RECONCILIATION OF FEDERAL REVENUE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SEFA)**

Federal Revenue - Financial Statements:	
Operating Revenue	\$ 4,326,278
Non-Operating Revenue	<u>23,887,215</u>
 Total	 <u>\$ 28,213,493</u>
 Federal Expenditures - SEFA	
Less: Federal Direct Student Loans	\$ 35,195,108
Less: Rounding	(6,981,614)
	<u>(1)</u>
 Total	 <u>\$ 28,213,493</u>

(5) **INDIRECT COST**

The de minimis indirect cost rate was not elected.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025

SECTION I: SUMMARY OF AUDITOR'S RESULTS

- (1) The auditor's report expresses an unmodified opinion on the financial statements of the District.
- (2) There were no significant deficiencies disclosed during the audit of the financial statements.
- (3) There were no instances of noncompliance material to the financial statements of the District, which would be required to be reported in accordance with *Government Auditing Standards*.
- (4) There were no significant deficiencies in internal control over major federal award programs disclosed during the audit.
- (5) The auditor's report on compliance for the major federal award programs for the District expresses an unqualified opinion on all major federal programs.
- (6) There was an audit finding that is required to be reported in accordance with Uniform Guidance.
- (7) The programs tested as major programs were:
 - ALN**
 - 84.063 PELL Grant
 - 84.007 Supplemental Educational Opportunity Grant
 - 84.033 College Work Study
 - 84.268 Federal Direct Student Loan Program
 - 11.028 Connecting Minority Communities Pilot Program
- (8) The threshold used to distinguish between Type A and B programs was \$750,000.
- (9) The District does not qualify as a low-risk auditee.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

(Continued)

SECTION II: FINANCIAL STATEMENT FINDINGS

There was no financial statement findings for the year ended June 30, 2025.

SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding No. 2025-001

Federal Award: U.S. Department of Commerce, National Telecommunications and Information Administration (NTIA); Connecting Minority Communities (CMC) Pilot Program (Assistance Listing 11.028)

Finding Type: Reporting

Criteria: The District is required to submit semi-annual Performance (Technical) Reports where the reporting of grant expenditures must reconcile to the expenditures reported on SF-425 for the same reporting period.

Condition: For the reporting period ended March 31, 2025, the District's CMC Performance Report Line 8k (Totals) agreed to SF-425 Line 10b (Federal cash disbursements) rather than SF-425 Line 10e (Federal share of expenditures).

Effect: The Performance Report did not accurately present total expenditures for the CMC award for the period. This results in noncompliance with the program's reporting requirements.

Cause: The Performance Report reported cash disbursement data instead of accrual-basis expenditure data. This appears to be an oversight and an isolated occurrence where the cash disbursement versus the expenditure amount was inserted.

Questioned Cost: None

Recommendation: We recommend that more care be exercised by the person responsible for reviewing and signing off on the accuracy of the Performance Report prior to it being submitted. We also recommend that the District determine whether they need to submit a corrected Performance Report for the reporting period ended March 31, 2025.

Management Response: Management acknowledges that due to an oversight of cash vs. accrual basis accounting, an immaterial misstatement not resulting in questioned costs or returned funds occurred in grant reporting. To ensure the increased accuracy of future grant reporting, Management will implement a dual-review process for all future performance reporting. The grant accountant responsible for the financial Performance Report data will now complete a standardized quality assurance checklist before submission. This report will then be formally reviewed and cross-referenced against source data by a secondary finance administrator to verify the accuracy of reported metrics.

WAYNE COUNTY COMMUNITY COLLEGE DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
JUNE 30, 2025

SUMMARY OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

The District had no Single Audit findings for the year ended June 30, 2024.



Wayne County Community College District

Curtis L. Ivery District Office

801 W. Fort Street
Detroit, MI 48226
313-496-2562 (Phone)
313-961-5034 (Fax)

Administration and Finance Division

Wayne County Community College District Single Audit Corrective Action Plan For the Fiscal Year Ended June 30, 2025

AUDIT FINDINGS

Finding Reference Number: 2025-001

Description of Finding: The District is required to submit semi-annual Performance (Technical) Reports where the reporting of grant expenditures must reconcile to the expenditures reported on SF-425 for the same reporting period. For the reporting period ended March 31, 2025, the District's CMC Performance Report Line 8k (Totals) agreed to SF-425 Line 10b (Federal cash disbursements) rather than SF-425 Line 10e (Federal share of expenditures). The Performance Report did not accurately present total expenditures for the CMC award for the period. This results in noncompliance with the program's reporting requirements. The Performance Report reported cash disbursement data instead of accrual-basis expenditure data.

Statement of Concurrence or Nonconcurrence:

Management acknowledges that due to an oversight of cash vs. accrual basis accounting, an immaterial misstatement not resulting in questioned costs or returned funds occurred in grant reporting.

Corrective Action:

To ensure the increased accuracy of future grant reporting, Management will implement a dual-review process for all future performance reporting. The grant accountant responsible for the financial Performance Report data will now complete a standardized quality assurance checklist before submission. This report will then be formally reviewed and cross-referenced against source data by a secondary finance administrator to verify the accuracy of reported metrics. The CMC (Technical) Performance Report in question has been adjusted to reflect the accurate expenditure values and resubmitted to the grantor.

Name of Contact Person: Kim DiCaro, Chief Financial Officer
Phone: (313)496-2532
Email: kdicaro1@wcccd.edu

Projected Completion Date:
The corrective action plan has been implemented; March 18, 2026

Sincerely yours,



Kim DiCaro
Chief Financial Officer
Wayne County Community College District